

**TENNESSEE GENERAL ASSEMBLY  
FISCAL REVIEW COMMITTEE**



**FISCAL NOTE**

**SB 698 - HB 832**

April 3, 2009

**SUMMARY OF BILL:** Transfers social security disability determinations from the Department of Human Services (DHS) to the Department of Labor and Workforce Development (LWFD) subject to any necessary federal approvals.

**ESTIMATED FISCAL IMPACT:**

**Increase State Expenditures - \$2,895,000/One-Time**

**Other Fiscal Impact - Shifts the \$53,000,000 budget of the Disability Determinations section of DHS to LWFD.**

Assumptions:

- According to information obtained by LWFD, the disability determinations section of DHS employs 579 individuals. The cost to transfer these positions to LWFD will be approximately \$5,000 per employee for office space and other set-up costs. This results in a one-time increase in state expenditures of \$2,895,000 ( $\$5,000 \times 579 = \$2,895,000$ ).
- The \$53,000,000 budget of the disability determinations section will be shifted from DHS to LWFD.

**CERTIFICATION:**

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, reading "James W. White".

James W. White, Executive Director

/cce